ORIGINAL

<u>MEMORANDUM</u>



RECEIVED

2016 APR - 1 A 10: 32

AZ CORP COMMISSION

TO:

Docket Control

FROM:

Thomas Broderick

OY Director

Utilities Division

DATE:

April 1, 2016

RE:

STAFF REPORT STATUS UPDATE FOR TACNA WATER MANAGEMENT COMPANY, INC.'S APPLICATION FOR A PERMANENT RATE INCREASE AND REQUEST TO RESTART THE RATE CASE PROCESSING TIME

CLOCK (DOCKET NO. W-01344A-15-0251)

A Motion for Suspension of the Time Clock was granted in a Procedural Order issued February 5, 2016. Staff was further ordered to file monthly Status Updates beginning March 1, 2016.

On Friday, March 25, 2016, a Conference Call was held between Steve Kelland (son of Don Kelland) and Staff (Vicki Wallace, Connie Walczak, Bob Gray and Charles Hains) regarding the estate's intentions concerning the Company. Mr. Kelland indicated that he was planning to call Ms. Miller on Monday, March 28, 2016, to set up a time to discuss the continued management of the Company. He indicated that he had some ideas regarding the Company to discuss with Ms. Miller but had no intention of discontinuing contractual relations with Ms. Miller. He informed Staff that the estate was currently in the probate process. Ms. Miller was informed of the conversation with Mr. Kelland.

On Wednesday, March 30, 2016, Staff contacted Nancy Miller to inquire as to the status of discussions with Mr. Kelland. Staff learned that Mr. Kelland had not yet contacted Ms. Miller. Thus Staff (Vicki Wallace and Charles Hains) attempted to again contact Mr. Kelland on Thursday, March 31, 2016, but was unsuccessful. Staff left a message on Mr. Kelland's voicemail inquiring about the status of discussions with Nancy Miller and requesting a return call. Staff is making progress with the Company and believes that additional time to address ownership issues with the Company will be required.

TB:VW:nr/ML

Originator: Vicki Wallace

Arizona Corporation Commission DOCKETED

APR 0 1 2016

DOCKETED BY

Service List for: Tacna Water Management Company, Inc. Docket No. W-01344A-15-0251

Ms. Nancy Miller, Interim Manager For Tacna Water Management Company Sunstate Environmental Services 4743 East 30th Place Yuma, Arizona 85365

Ms. Janice Alward Chief Counsel, Legal Division Arizona Corporation Commission 1200 West Washington Phoenix, Arizona 85007

Mr. Thomas Broderick Director, Utilities Division Arizona Corporation Commission 1200 West Washington Phoenix, Arizona 85007

Mr. Dwight Nodes Chief Administrative Law Judge, Hearing Division Arizona Corporation Commission 1200 West Washington Phoenix, Arizona 85007